

REVISED
BPAC AGENDA ITEM 5

JUNE 30, 2005 VOLUNTEER
FIREFIGHTERS' LENGTH OF
SERVICE AWARD SYSTEM (VFLSAS)
VALUATION AND CERTIFICATION

ATTACHMENT A
Letter to the Governor and
Legislature



Board of Administration
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April 19, 2006

The Honorable Arnold Schwarzenegger
Governor, State of California

The Honorable Members of the California Legislature

The Board of Administration of the California Public Employees' Retirement System (CalPERS) has accepted the June 30, 2005 actuarial valuation of the Volunteer Firefighters' Length of Service Award System. This report is in response to the legislative mandate of Section 50954 of Article 2 of the Volunteer Firefighters' Length of Service Award Act.

The report shows the development of the actuarially required employer contribution per active plan member for the fiscal year July 1, 2006 to June 30, 2007. This amount is \$340.34 as compared to \$320.41 for the previous fiscal year.

In accordance with Board policy, for the supplemental award to be paid, the plan must be at least 100% funded. The plan is 88% funded as of June 30, 2005, as compared to 84% in the prior year. Therefore, as was the case for fiscal year 2005-2006, the supplemental award is not payable for fiscal year 2006-2007. It is likely that this will continue next year.

The Board is pleased to file the 2005 report for the Volunteer Firefighters' Length of Service Award System with the Governor and the Legislature.

Respectfully,

Rob Feckner, President
CalPERS Board of Administration